

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL MEMORANDUM**

**HB 1064 - SB 1336**

March 4, 2019

**SUMMARY OF ORIGINAL BILL:** Effective January 1, 2020, requires contractors licensed under the Board of Licensing Contractors (BLC) on or after January 1, 2009, to biennially complete eight hours of continuing education by an approved provider.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

IMPACT TO COMMERCE OF ORIGINAL BILL:

Other Commerce Impact – The increase in business expenditures to acquire training cannot be estimated with reasonable certainty due to unknown factors.

**SUMMARY OF AMENDMENT (004866):** Deletes and rewrites all language after the enacting clause such that the only substantive change is requiring only residential construction contractors, instead of contractors under all nine major construction classifications, to complete the biennial continuing education requirement.

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Unchanged from the original fiscal note.**

Assumptions for the bill as amended:

- The fiscal burden of the required continuing education will be on residential contractors licensed through the BLC.
- Any additional rulemaking for the BLC to adhere policies and procedures to the proposed legislation can be accomplished within existing resources.
- The BLC will not incur a significant increase in administrative expenditures.
- Pursuant to Tenn. Code Ann. § 4-29-121, all regulatory boards are required to be self-supporting over any two year period. The BLC experienced a surplus of \$164,954 in FY16-17, and surplus of \$96,912 in FY17-18, and a cumulative reserve balance of \$2,513,166 on June 30, 2018.

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## **IMPACT TO COMMERCE WITH PROPOSED AMENDMENT:**

**Unchanged from the original fiscal note.**

Assumption for the bill as amended:

- The proposed legislation requires residential contractors licensed under the BLC to complete a minimum of eight hours of continuing education biennially by a board-approved provider. The cost of additional training will increase business expenditures for such contractors by an unknown amount.

## **CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

/agr